## EXHIBIT 312

	Upgrade		
Problem Statement/Description: Provide a brief description of the opportunity that this initiative will resolve.		Executive Sponsor:	Phyllis Harris
		Requester Name:	Compliance
		Business Owner:	Tim Harris
The goal of the project is to modify the existing Reddwerks logic to implement calculated store/item combination order thresholds. Any order above the new		Business Area (s):	Pharmacy Logistics
threshold will generate an order alert. The proje	,	Formats in scope:	

Program / Project Name: SOM – Reddwerks

Provide a brief Executive Summary listing the goals, objectives, and benefits of this initiative, as well as any additional risks associated with not doing this effort.

historical order information retention and reporting. This initiative will allow program enhancements to help Walmart avoid DEA enforcement as a result of

Segment / Market: Global Governance

non-compliance with 21 CFR 1301.74(b).

The goal of this project is to design and operate a system to identify "Suspicious Orders" of controlled substances. All suspicious orders must be reported to DEA upon detection. A "Suspicious Order" could include an order of unusual quantity, orders which substantially deviate from a normal pattern and orders of unusual frequency.

**Risk of Not Doing Project and Dependencies** 

• List the risks for not doing this effort Risks include potential DEA enforcement, which could include fines, penalties and license forfeiture, as well as failure to secure VAWD reaccreditation.

**Program: US Compliance** 

• List all known dependencies

Currently, the 3rd party, Reddwerks, products are not level across all Pharmacy DC's. In order to keep the service costs to the vendor associated with this project lower, and to avoid higher maintenance costs by supporting multiple versions, the product needs to be leveled across all DC's with these enhancements. Leveling the product across all Pharmacy DC's will require updated server technology. The hardware cost will not be covered by this project but will be covered from Division 7, Logistics.

**Other Benefits** (e.g., Revenue Margin Enhancements, Future Cost Avoidance, Foundational Needs)

 List the benefits that will be achieved from completing this initiative; soft and hard benefits.
 Compliance with Federal law and VAWD accreditation standards.

Financials										
Annual Benefit	Sales	SG&A	cogs	Expense Savings		NPV				
FY15						IRR				
FY16										
FY17						IT Costing	Capex (\$M)	Opex (\$M)		
Totals						FY15 Cost				
FY15 Form 1						Multiyear Project				